

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



Huishang Bank Corporation Limited*

徽商銀行股份有限公司*

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 3698)

POSITIVE PROFIT ALERT

This announcement is made pursuant to the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Huishang Bank Corporation Limited (the “**Bank**”, together with its subsidiaries, the “**Group**”) hereby informs the shareholders and potential investors of the Bank that, based on the preliminary estimate on the interim consolidated management accounts of the Group for the six months ended June 30, 2022 which have not been audited or reviewed, the Bank estimates that, for the six months ended June 30, 2022: (1) the Group recorded steady progress and improved quality for various businesses, the total assets amounted to approximately RMB1.58 trillion, surpassing RMB1.5 trillion for the first time, representing an increase of approximately 14% as compared with the beginning of the year; the net profit amounted to approximately RMB7.335 billion, representing an increase of approximately 20% as compared with the same period of last year; and the cost-to-income ratio was lower than 24%; (2) the Group’s asset quality continued to improve, enhancing the risk compensation capability. The non-performing loan ratio was lower than 1.6%, and the non-performing loan provision coverage ratio was over 270%.

According to the information currently available, the Bank considers that the positive performance of the 2022 interim results of the Group was mainly attributable to always adhering to the origins of finance, sparing no efforts in serving the real economy, increasing credit extension in key areas and promoting synergic and balanced development for business; remarkable results made by controlling new non-performing assets by enhancing risk management and control measures, and intensifying disposal of exiting non-performing assets through various means.

The information contained in this announcement is based on the preliminary estimate made with reference to the interim consolidated management accounts of the Group for the six months ended June 30, 2022, which have not been reviewed or audited by the Bank's auditors. The actual results of the Group may be different from those disclosed in this announcement. Shareholders and potential investors of the Bank are advised to read the interim results announcement for the six months ended June 30, 2022 of the Bank carefully. Such announcement is expected to be published before the end of August 2022.

Shareholders and potential investors of the Bank are advised to exercise caution when dealing in the shares of the Bank.

By order of the Board
Huishang Bank Corporation Limited*
Yan Chen
Chairman

Hefei, Anhui Province, the PRC
August 12, 2022

As at the date of this announcement, the Board of the Bank comprises Yan Chen and Zhang Renfu as executive directors; Ma Lingxiao, Wu Tian, Wang Zhaoyuan, Gao Yang, Wang Wenjin and Zhao Zongren as non-executive directors; Dai Peikun, Zhou Yana, Liu Zhiqiang, Yin Jianfeng, Huang Aiming and Xu Jiabin as independent non-executive directors.

* *Huishang Bank Corporation Limited is not an authorized institution within the meaning of the Banking Ordinance (Chapter 155 of the Laws of Hong Kong), not subject to the supervision of the Hong Kong Monetary Authority, and not authorized to carry on banking/deposit-taking business in Hong Kong.*